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United States Department of Agriculture
Consumer and Marketing Service
Dairy Division
Federal Order No. 47

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Fort Wayne, Indiana 46802
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Issued Pursuant to Sections 1047.22(i) and 1047.85(a)

Vol. XI, No. 6

June 1967

MAY UNIFORM PRICE \$4.65

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in May 1967 will receive a minimum uniform price of \$4.65 per hundredweight for milk testing 3.5%, subject to a butterfat differential of 7.8 cents. The minimum price is also subject to a 4 cents per hundredweight marketing service deduction to nonmembers, authorized hauling charges, and location differentials.

The \$4.65 price for May 1967 is 3 cents above the April 1967 price, and 46 cents above the May 1966 price.

LOUISVILLE PLAN WITHHOLDINGS

The "Louisville Plan" provisions of the Fort Wayne order had the effect of reducing the uniform price for May by 25 cents and the April price by 20 cents. (The weighted average price for May was \$4.90) Withholdings on June deliveries will also be 25 cents per hundredweight. The provision was suspended for the month of April 1966, but withholdings for May and June 1966 were approximately 39 cents per hundredweight in each month. One third of the total amount withheld in the three months, plus interest, will be added in computing the uniform price for September, October, and November deliveries.

PRODUCER RECEIPTS AND UTILIZATION

There were 761 approved producers who shipped 24,929,517 pounds of milk to the Fort Wayne market during May 1967 of which 16,257,253 pounds or 65.2% was utilized in Class I by 9 pooled handlers. Class I utilization was up 0.2% from April. On a volume basis, production was up 5.4%, and Class I utilization of producer milk was up 5.7% from April 1967.

USDA RECOMMENDS BASE-SURPLUS PLAN FOR PUGET SOUND AREA

The first recommended decision to establish a Class I base plan under the Food and Agriculture Act of 1965 has been issued by the Department of Agriculture. The recommended decision involves the Puget Sound Milk Order and it establishes a plan to apportion the higher valued Class I milk sales among dairy farmers serving the milk order area on the basis of their past milk deliveries to the market.

JUNE CLASS I PRICE \$5.45

The effective basic formula price, as established by the amendment to §1047.50 of the Fort Wayne order, of \$4.05 was increased by the standard differential of \$1.20 and further increased by a special 20 cents adjustment to establish the Class I price of \$5.45. This price of \$5.45 is the same as the May 1967 Class I price, and 52 cents more than the June 1966 price. No supply-demand adjustment was made for June.

ESTIMATED PERCENTAGES IN EACH CLASS (Announced June 12, 1967)

The Market Administrator announced the following estimated utilization percentages for the month of May for use in allocating bulk milk receipts from other Federal markets:

Class I	Skim: 65%	B.F.: 58%	Class II	Skim: 35%
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FORT WAYNE MILK MARKET NEWS
UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	May 1967 Reported		May 1966 Reported	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	12,092,331	417,208	13,161,132	455,285
Regular Skim Milk	254,759	790	291,989	584
2% Skim Milk	3,230,468	65,996	2,446,588	50,949
Buttermilk	138,874	2,123	135,448	1,434
Flavored Milk	272,165	9,448	302,584	10,567
Flavored Drink	251,712	5,997	273,704	6,103
Cream Mixtures	172,062	20,936	202,104	24,021
Light Cream	1,370	255	3,936	817
Heavy Cream	17,037	5,933	17,719	6,109
Sour Cream	29,051	5,292	27,504	5,081
Sub Total	16,459,829	533,978	16,862,708	560,950
Plus Unaccounted For	23,350	8,231	25,606	5,989
Gross Total Class I Milk	16,483,179	542,209	16,888,314	566,939
Less Other Source Receipts	208,452	8,509	1,145,602	41,001
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	17,474	-0-	20,697	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>16,257,253</u>	<u>533,700</u>	<u>15,722,015</u>	<u>525,938</u>
<u>CLASS II MILK</u>				
Sales to Nonpool Plants	7,395,279	347,172	3,414,118	191,463
Class II Production	1,140,388	41,167	1,335,764	43,757
Dumped or Livestock Feed	86,526	1,470	109,795	1,620
Ending Inventory	1,765,922	66,734	1,708,996	63,172
Class II Shrinkage	214,900	8,661	283,998	12,255
Gross Total Class II Milk	10,603,015	465,204	6,852,671	312,267
Less Other Source Receipts	53,213	912	228,908	12,152
Less Overages	92	92	27	27
Less Beginning Inventory	1,877,446	75,803	1,401,783	56,898
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>8,672,264</u>	<u>388,397</u>	<u>5,221,953</u>	<u>243,190</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>24,929,517</u>	<u>922,097</u>	<u>20,943,968</u>	<u>769,128</u>

MISCELLANEOUS INFORMATION

	May <u>1967</u>	May <u>1966</u>	May <u>1965</u>
Daily Class I Milk (Lbs.)	531,715	544,784	568,819
Current Month Compared With:		- 2.4%	- 6.5%
Production per Farm per Day	1,057	969	944
Current Month Compared With:		+ 9.1%	+ 12.0%
Gross Class I Milk to Producer Milk	66.1%	80.6%	72.9%
Pool Value of Producer Milk	\$1,261,678	\$1,014,882	\$995,576
Value of Producer Milk per Farm	\$1,658	\$1,456	\$1,025
Butter-Skim Powder Price	\$3.91	\$3.56	\$3.17
Wisconsin-Minnesota Plant Average	\$3.96	\$3.65	\$3.22

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1962	12,733,372	78.4	3.52	3,504,536	21.6	4.75	15,237,908	3.77	819
1963	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964	16,068,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	875
1965									
Jan.	17,697,606	71.0	3.44	7,227,000	29.0	5.18	24,924,606	3.94	909
Feb.	16,118,622	72.0	3.42	6,279,212	28.0	5.17	22,397,834	3.91	908
Mar.	18,446,313	74.7	3.39	6,251,252	25.3	5.25	24,697,565	3.86	881
Apr.	16,801,819	76.0	3.39	5,318,035	24.0	5.14	22,119,854	3.81	852
May	16,427,081	67.9	3.38	7,755,034	32.1	4.16	24,182,115	3.63	826
Jun.	15,333,164	70.4	3.43	6,439,556	29.6	3.65	21,772,720	3.50	807
Jul.	15,586,473	71.1	3.42	6,326,617	28.9	3.59	21,913,090	3.57	833
Aug.	15,283,415	72.4	3.44	5,837,876	27.6	3.69	21,121,291	3.51	848
Sep.	15,283,889	78.2	3.47	4,263,115	21.8	4.04	19,547,004	3.60	808
Oct.	16,724,488	75.7	3.43	5,370,030	24.3	4.53	22,094,518	3.71	868
Nov.	16,910,808	75.6	3.46	5,451,226	24.4	4.86	22,362,034	3.80	870
Dec.	18,131,003	75.2	3.42	5,988,435	24.8	5.25	24,119,438	3.88	884
Ave.	16,562,057	73.4	3.42	6,042,282	26.7	4.55	22,604,339	3.72	859
1966									
Jan.	17,593,281	70.7	3.40	7,298,991	29.3	4.97	24,892,272	3.88	873
Feb.	16,266,393	74.7	3.36	5,522,392	25.3	5.20	21,788,785	3.80	850
Mar.	17,971,483	75.0	3.39	5,991,128	25.0	4.89	23,962,611	3.77	820
Apr.	17,657,213	74.6	3.32	6,007,504	25.4	4.93	23,664,717	3.73	827
May	15,722,015	75.1	3.35	5,221,953	24.9	4.66	20,943,968	3.57	697
Jun.	14,339,195	74.2	3.32	4,986,169	25.8	4.09	19,325,364	3.52	659
Jul.	15,030,446	68.4	3.29	6,937,251	31.6	3.88	21,967,697	3.48	798
Aug.	15,954,868	71.7	3.31	6,289,027	28.3	4.00	22,243,895	3.51	825
Sep.	16,689,226	76.2	3.38	5,213,105	23.8	4.35	21,902,331	3.61	864
Oct.	16,904,683	72.5	3.33	6,424,569	27.5	5.01	23,329,252	3.79	861
* Nov.	15,631,460	77.3	3.32	4,579,495	22.7	5.97	20,210,955	3.92	764
Dec.	15,696,951	73.6	3.38	5,617,956	26.4	5.60	21,314,907	3.97	750
Ave.	16,288,101	73.6	3.35	5,840,795	26.4	4.80	22,128,896	3.72	793
1967									
Jan.	16,944,425	70.9	3.28	6,941,093	29.1	5.47	23,885,518	3.92	798
Feb.	14,699,039	72.8	3.29	5,499,412	27.2	5.57	20,198,451	3.91	756
Mar.	16,904,275	72.2	3.28	6,505,853	27.8	5.40	23,410,128	3.87	816
Apr.	15,378,934	65.0	3.23	8,278,160	35.0	4.72	23,657,094	3.75	770
May	16,257,253	65.2	3.28	8,672,264	34.8	4.48	24,929,517	3.70	761

ORDER NO. 17 PRICES - 3.1% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	Differ- ential	CLASS I Supply Demand	Milk Price	CLASS II Milk Price	UNIFORM Milk Price	DIFFERENTIAL Class I	DIFFERENTIAL Class II	DIFFERENTIAL Class III
1962	3.11	1.20	---	4.31	3.07	4.04	.073	.066	.066
1963	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.067
1964	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.068
1965									
Jan.	3.29	1.20	.00	4.49	3.13	4.08	.071	.067	.067
Feb.	3.25	1.20	.05	4.45	3.13	4.07	.070	.067	.067
Mar.	3.22	1.20	-.02	4.40	3.13	4.07	.070	.067	.067
Apr.	3.22	1.20	.00	4.42	3.17	3.76*	.070	.068	.068
May	3.23	1.20	.00	4.43	3.17	3.67*	.071	.068	.068
Jun.	3.22	1.20	.00	4.42	3.16	3.71*	.071	.068	.068
Jul.	3.20	1.20	+.02	4.42	3.17	4.06	.071	.068	.068
Aug.	3.21	1.20	+.05	4.47	3.25	4.14	.071	.070	.070
Sep.	3.25	1.20	+.08	4.53	3.29	4.69*	.072	.072	.072
Oct.	3.29	1.20	+.08	4.57	3.34	4.67*	.075	.072	.072
Nov.	3.34	1.20	+.10	4.64	3.36	4.73*	.075	.073	.073
Dec.	3.39	1.20	+.02	4.61	3.36	4.31	.076	.074	.074
1966	3.26	1.20	+.03	4.49	3.22	4.16	.072	.068	.068
1967									
Jan.	3.47	1.20	.00	4.67	3.21	4.24	.076	.068	.068
Feb.	3.57	1.20	+.02	4.69	3.31	4.36	.071	.071	.071
Mar.	3.56	1.20	+.02	4.80	3.40	4.46	.074	.071	.071
Apr.	3.68	1.20	+.02	4.90	3.47	4.54	.076	.072	.072
May	3.64	1.20	+.02	4.90#	3.56	4.19*	.075	.073	.073
Jun.	3.65	1.20	+.08	4.93	3.67	4.23*	.076	.076	.076
Jul.	3.977 ²	1.20	+.10	5.277	4.05	4.92	.079	.082	.082
Aug.	4.05	1.20	+.14	5.39	4.20	5.07	.085	.084	.084
Sep.	4.16	1.20	+.14	5.60	4.29	5.57*	.088	.086	.086
Oct.	4.34	1.20	+.12	5.66	4.02	5.45*	.090	.07	.070
Nov.	4.26	1.20	+.10	5.56	3.99	5.42*	.083	.074	.074
Dec.	4.26	1.20	.00	5.46	3.92	5.07	.081	.07	.070
1967	3.69	1.20	+.06	5.15	3.76	4.79	.080	.072	.072
1967									
Jan.	4.26	1.20	-.02	5.44	3.92	5.02	.080	.076	.076
Feb.	4.26	1.20	-.02	5.44	3.91	5.04	.080	.076	.076
Mar.	4.15	1.20	-.02	5.33	3.91	4.93	.080	.076	.078
Apr.	4.15	1.20	-.02	5.33	3.91	4.62*	.080	.076	.078
May	4.05	1.40	.00	5.45	3.91	4.65*	.080	.076	.078
Jun.	4.05	1.40	.00	5.45			.080		

* "Louisville" plan in effect.

§ Weighted Average

* Class I Price May and June 1966 not to be less than April 1966.

Consumer and Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742-7401 A.C.: 219

COMPUTATION OF UNIFORM PRICE
(Based on report of 9 Handlers)
May 1967

	Milk Pounds	Average Test	Class Prices At Test	Total Value	% of Pounds
Class I Producer Milk	16,257,253	3.2828	\$5.27627	\$ 857,777.21	65.20
Class II Producer Milk	8,672,264	4.4786	4.65374	403,585.03	34.80
Total Producer Milk	24,929,517	3.6988		\$1,261,362.24	100.00
Other Source Milk Priced Class I	0			.00	
Total	24,929,517	3.6988		\$1,261,362.24	
Add: Value of Overage				71.07	
Add: Value of Inventory Reclassified				244.64	
Total Pool Value				\$1,261,677.95	
Less: Butterfat Adjustment to 3.5% Milk				38,659.85	
Add: 1/2 Unobligated Balance in Producer-Settlement Fund				10,947.00	
Adjusted Value				\$1,233,965.10	
Less: Producer Pounds (24,929,519 @ 25¢ Cwt.)				62,323.79	Rate Per Cwt.
Sub Total				\$1,171,641.31	\$4.699815
Less: Producer-Settlement Fund Reserve				12,418.77	.049815
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				<u>\$1,159,222.54</u>	<u>\$4.65</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	Butterfat	Differentials	Weighted Amount
Class I	533.700	\$ 0.080	\$42,696.00
Class II	388.397	0.076	29,518.17
Total	922,097	\$ 0.078	\$72,214.17

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.65 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.078 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR MAY 1967

Test	Price	Test	Price	Test	Price	Test	Price
3.25	\$4.455	3.70	\$4.806	4.15	\$5.157	4.60	\$5.508
3.30	4.494	3.75	4.845	4.20	5.196	4.65	5.547
3.35	4.533	3.80	4.884	4.25	5.235	4.70	5.586
3.40	4.572	3.85	4.923	4.30	5.274	4.75	5.625
3.45	4.611	3.90	4.962	4.35	5.313	4.80	5.664
3.50	/ 4.65 /	3.95	5.001	4.40	5.352	4.85	5.703
3.55	4.689	4.00	5.040	4.45	5.391	4.90	5.742
3.60	4.728	4.05	5.079	4.50	5.430	4.95	5.781
3.65	4.767	4.10	5.118	4.55	5.469	5.00	5.820

R. J. Connolly
Market Administrator

Date Announced: June 12, 1967

